

**NEW HOPE COMMUNITY
DEVELOPMENT CORPORATION**

FINANCIAL STATEMENTS

Year Ended December 31, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5/25/11

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REBOWE & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS
CONSULTANTS

A PROFESSIONAL CORPORATION

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ACCOUNTANT'S COMPILATION REPORT

Board of Directors of
New Hope Community Development Corporation
Kenner, LA 70062

We have compiled the accompanying Statement of Financial Position of New Hope Community Development Corporation (a nonprofit "Organization") as of December 31, 2007, and the related Statements of Activities, Functional Expenses, and Cash Flows for the year then ended, in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Rebowe & Company

January 3, 2011

FINANCIAL STATEMENTS

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF FINANCIAL POSITION
December 31, 2007

ASSETS

Current Assets:	
Cash and Cash Equivalents	\$ 42,796
Accounts Receivable - Affiliate	<u>23,624</u>
Total Current Assets	<u>66,420</u>
Total Assets	<u><u>\$ 66,420</u></u>

LIABILITIES AND NET ASSETS

Current Liabilities:	
Payroll Taxes Payable	<u>\$ 8,487</u>
Total Current Liabilities	<u>8,487</u>
Total Liabilities	<u>8,487</u>
Net Assets:	
Unrestricted	<u>57,933</u>
Total Net Assets	<u>57,933</u>
Total Liabilities and Net Assets	<u><u>\$ 66,420</u></u>

See accompanying notes and accountant's report.

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007

Unrestricted Net Assets:

Revenue and Support:

State Grant Revenue	\$ 94,857
Foundation Grant Revenue	19,000
Donations	<u>60,531</u>

Total Unrestricted Revenue	<u>174,388</u>
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Expenses:

Program Services	136,056
Management and General	<u>19,296</u>

Total Expenses	<u>155,352</u>
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Increase in Unrestricted Net Assets	<u>19,036</u>
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INCREASE IN NET ASSETS	19,036
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NET ASSETS, Beginning of Year	<u>38,897</u>
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NET ASSETS, End of Year	<u><u>\$ 57,933</u></u>
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See accompanying notes and accountant's report.

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2007

	Program Services	Supporting Services Management and General	Total Expenses
Payroll and Payroll Taxes	\$ 54,932	\$ 14,591	\$ 69,523
Program Operating Expense - Other	21,913	-	21,913
Travel and Transportation	12,745	1,416	14,161
Supplies	9,436	1,048	10,484
Summer Camp Expense	8,812	-	8,812
Rent Expense	7,380	820	8,200
Meals Expense	8,055	-	8,055
Property and Other Taxes	3,991	444	4,435
Professional Services	2,740	305	3,045
Insurance	2,641	294	2,935
Contract Services	1,440	160	1,600
Utilities	1,102	122	1,224
Janitorial Expense	570	63	633
Bank Charges and Fees	299	33	332
Total Expenses	<u>\$ 136,056</u>	<u>\$ 19,296</u>	<u>\$ 155,352</u>

See accompanying notes and accountant's report.

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2007

Cash Flows From Operating Activities:	
Increase in net assets	\$ 19,036
Adjustments to reconcile increase in net assets to cash used in operating activities:	
Increase in Accounts Receivable - Affiliate	(23,624)
Increase in Payroll Taxes Payable	<u>8,487</u>
Net Cash Provided by Operating Activities	<u>3,899</u>
NET INCREASE IN CASH	<u>3,899</u>
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>38,897</u>
CASH AND CASH EQUIVALENTS - End of Year	<u><u>\$ 42,796</u></u>

See accompanying notes and accountant's report.

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

New Hope Community Development Corporation (the "Organization") is a non-profit organization located in Kenner, Louisiana. The Organization's mission is to improve the quality of life in communities by strengthening and empowering people through social, educational and economic development programs. The Organization's educational component programs provide quality out-of-school time enrichment for children and youth ages five through eighteen that boosts motivation to read, develops positive attitude toward learning, cultivates self esteem, and connects the needs of families to local resources.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification (ASC) Topic 958, *Financial Statements of Not-for-Profit Organizations*. Under ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Property and Equipment

The Organization capitalizes all expenditures for property and equipment in excess of \$100. Property and equipment is recorded at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using a straight-line method over the estimated useful lives of the assets.

Investments

Under FASB ASC Topic 958, *Financial Statements of Not-for-Profit Organizations*, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net assets classes. When a temporary restriction expires, temporarily restricted net assets are classified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Income Taxes

The Organization is exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of support, revenue and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

Subsequent events have been evaluated through January 3, 2011.

NOTE 2 – ACCOUNTS RECEIVABLE - AFFILIATE

The Organization reported a receivable from an affiliate organization. The total amount reported on the Statement of Financial Position was \$23,624 as of December 31, 2007.

NOTE 3 - FUNCTIONAL ALLOCATIONS OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

NEW HOPE COMMUNITY DEVELOPMENT CORPORATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
December 31, 2007

NOTE 4 – RELATED PARTY TRANSACTIONS

The Organization rents space from an affiliate organization. The affiliated organization shares common management and Board members with the Organization. There is no written agreement and payments are made on a periodic basis. The total amount of rent expense for the year ended December 31, 2007 was \$8,200.

NOTE 5 – CONCENTRATIONS

The majority of the Organization's revenues for the year ended December 31, 2007 was derived from a grant from the State of Louisiana and contributions from local organizations and individuals in the New Orleans area.

NOTE 6 – UNPAID PAYROLL TAXES

Unpaid payroll taxes (including penalties and interest) for the year ended December 31, 2007 are estimated to be approximately \$8,500. This amount is classified on the Statement of Financial Position as Payroll Taxes Payable. The total amount was paid on January 3, 2011.

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April 27, 2011

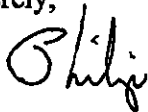
Rev. Mark B. Mitchell
Executive Director
New Hope Community Development Corporation
2751 Gadsden St.
Kenner, LA 70062

Dear Rev. Mitchell:

In accordance with Louisiana Revised Statute 24:513, for the years ended December 31, 2007 and 2008, New Hope Community Development Corporation is required to submit financial statements compiled by a licensed certified public accountant to the Louisiana Legislative Auditor. The compiled financial statements are required to be filed with the Louisiana Legislative Auditor no later than six (6) months following the end of New Hope's fiscal year. The compiled financial statements filed with the Louisiana Legislative Auditor were not filed in a timely manner and therefore New Hope's compiled financial statements for the years ended December 31, 2007 and 2008 are delinquent.

The compiled financial statements were filed with the Louisiana Legislative Auditor on April 27, 2011.

Sincerely,



Philip W. Rebowe, CPA, CFE, CFSA